

**STATE OF ALASKA  
DEPARTMENT OF REVENUE  
TREASURY DIVISION  
RETIREE HEALTH INSURANCE FUND**

**SCHEDULES OF INVESTED ASSETS**

**December 31, 2006 and 2005**

	<u>2006</u>	<u>2005</u>
<b>Major Medical Investments (at fair value)</b>		
<b>Cash and cash equivalents</b>		
Short-term Fixed Income Pool	\$ 81,577,736	\$ 62,438,500
<b>Marketable debt securities</b>		
Intermediate-term Fixed Income Pool	-	49,240,883
Broad Market Fixed Income Pool	70,004,428	72,267,684
SOA International Equity Pool	10,752,268	-
Non-retirement Domestic Equity Pool	24,798,428	-
<b>Income receivable</b>	<u>350,283</u>	<u>214,914</u>
<b>Total Major Medical assets</b>	<u>187,483,143</u>	<u>184,161,981</u>
<b>Long Term Care Investments (at fair value)</b>		
<b>Cash and cash equivalents</b>		
Short-term Fixed Income Pool	3,652,423	2,239,717
<b>Marketable debt and equity securities</b>		
Broad Market Fixed Income Pool	46,926,769	40,256,895
SOA International Equity Pool	29,586,513	21,279,772
Non-retirement Domestic Equity Pool	68,514,015	55,485,876
<b>Income receivable</b>	<u>12,838</u>	<u>6,397</u>
<b>Total Long Term Care assets</b>	<u>148,692,558</u>	<u>119,268,656</u>
<b>Total invested assets</b>	<u>\$ 336,175,701</u>	<u>\$ 303,430,637</u>

**STATE OF ALASKA  
DEPARTMENT OF REVENUE  
TREASURY DIVISION  
RETIREE HEALTH INSURANCE FUND**

**SCHEDULE OF INVESTMENT INCOME  
AND CHANGES IN INVESTED ASSETS**

**For the Period Ended December 31, 2006**

	<b><u>CURRENT MONTH</u></b>	<b><u>YEAR TO DATE</u></b>
<b>Investment Income</b>		
Earned by Major Medical assets		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ 350,283	\$ 1,493,350
Marketable debt securities		
Intermediate-term Fixed Income Pool	-	803,642
Broad Market Fixed Income Pool	(381,613)	3,649,795
SOA International Equity Pool	297,103	1,002,268
Commission Recapture - International	-	-
Non-retirement Domestic Equity Pool	292,017	2,038,428
Total income (loss) accruing to Major Medical assets	557,790	8,987,483
Earned by Long Term Care assets		
Cash and cash equivalents		
Short-term Fixed Income Pool	12,838	58,876
Marketable debt and equity securities		
Broad Market Fixed Income Pool	(255,810)	2,182,526
SOA International Equity Pool	817,526	3,485,234
Commission Recapture - International	-	147
Non-retirement Domestic Equity Pool	806,796	7,340,476
Total income (loss) accruing to Long Term Care assets	1,381,350	13,067,259
<b>Total investment income</b>	1,939,140	22,054,742
<b>Total invested assets, beginning of period</b>	329,408,172	281,069,792
<b>Net contributions (withdrawals)</b>	4,828,389	33,051,167
<b>Total invested assets, end of period</b>	\$ 336,175,701	\$ 336,175,701

STATE OF ALASKA  
DEPARTMENT OF REVENUE - TREASURY DIVISION  
INVESTED ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE

RETIREE HEALTH INSURANCE FUND  
Asset Allocation Policy with Actual Investment Holdings as of 12/31/2006  
(Stated in Thousands)

Asset Allocation Policy Effective Date: 9/1/06 & 7/1/06

Fund established 7/1/98	Asset Allocation		Market Values	Current Allocation	Current Variance	
<b>AY 03 Major Medical</b>	Policy	Range				
<b>Cash and cash equivalents</b>						
Short-term Fixed Income Pool	38.00%	23%-53%	81,577	43.59%	N/A	
<b>Total cash and cash equivalents</b>		Residual	<b>81,577</b>	<b>43.59%</b>	<b>N/A</b>	
<b>Marketable debt securities</b>						
Intermediate-term Fixed Income Pool	0.00%	0.00%	-	0.00%	0.00%	
Broad Market Fixed Income Pool	42.00%	27%-57%	70,004	37.41%	4.59%	
<b>Total Marketable debt securities</b>	<b>42.00%</b>		<b>70,004</b>	<b>37.41%</b>	<b>4.59%</b>	
<b>Equity Mutual Funds</b>						
SOA Int'l Equity Pool	6.00%	2%-10%	10,752	5.75%	0.25%	
Non-retirement Domestic Equity Pool	14.00%	9%-19%	24,797	13.25%	0.75%	
<b>Total investments AY 03 Major Medical</b>	<b>100.00%</b>		<b>187,132</b>	<b>81.00%</b>	<b>4.59%</b>	
<b>Income Receivable</b>			<b>350</b>			
<b>Total Invested Assets At Fair Value</b>			<b>187,483</b>			
<b>AY 11 Long Term Care</b>	Notes	Policy	Range	Market Values	Current Allocation	Current Variance
<b>Cash and cash equivalents</b>						
Short-term Fixed Income Pool		1.00%	0%-2%	3,652	2.46%	N/A
<b>Total cash and cash equivalents</b>		<b>1.00%</b>		<b>3,652</b>	<b>2.46%</b>	<b>N/A</b>
<b>Marketable debt securities</b>						
Broad Market Fixed Income Pool		31.00%	21%-41%	46,927	31.56%	-0.56%
<b>Total Marketable debt securities</b>		<b>31.00%</b>		<b>46,927</b>	<b>31.56%</b>	<b>-0.56%</b>
<b>Equities</b>						
SOA Int'l Equity Pool		19.00%	15%-23%	29,587	19.90%	-0.90%
Non-retirement Domestic Equity Pool		49.00%	39%-59%	68,514	46.08%	2.92%
<b>Total investments AY 11 Long Term Care</b>		<b>100.00%</b>		<b>148,680</b>	<b>100.00%</b>	<b>0.00%</b>
<b>Income Receivable</b>				<b>13</b>		
<b>Total Invested Assets At Fair Value</b>				<b>148,693</b>		
<b>Total Invested Assets at Fair Value</b>				<b>336,176</b>		